

# भारत का राजपत्र

## The Gazette of India

असाधारण

## EXTRAORDINARY

भाग II—खण्ड 2

PART II—Section 2

प्राधिकार से प्रकाशित

PUBLISHED BY AUTHORITY

बं. 17]

नई दिल्ली, शुक्रवार, मई 4, 1990/वैशाख, 14, 1912

No. 17]

NEW DELHI FRIDAY, MAY 4, 1990/VAISAKHA 14, 1912

इस भाग में भिन्न पृष्ठ संख्या वी जाती है जिससे कि यह प्रलग संकलन के रूप में रखा जा सके।

Separate paging is given to this Part in order that it may be filed  
as a separate compilation.

## LOK SABHA

The following Bill was introduced in Lok Sabha on 4th May, 1990:—

BILL No. 69 of 1990

*A Bill further to amend the Union Duties of Excise (Distribution) Act, 1979.*

Be it enacted by Parliament in the Forty-first Year of the Republic of India as follows:—

1. (1) This Act may be called the Union Duties of Excise (Distribution) Amendment Act, 1990.

(2) It shall be deemed to have come into force on the 1st day of April, 1990.

2. In the Union Duties of Excise (Distribution) Act, 1979 (hereinafter referred to as the principal Act), in the long title, for the words, figures and letters "first report dated the 29th day of July, 1988", the words, figures and letters "second report dated the 18th day of December, 1989" shall be substituted.

Short title and commencement.

Amendment of long title of Act 24 of 1979.

Substitution of new section for section 3.

Payment to States of sums equivalent to a part of the net proceeds of Union duties of excise and distribution of the sums among them.

3. For section 3 of the principal Act, the following section shall be substituted, namely:—

“3. During each of the financial years commencing on and after the 1st day of April, 1990, there shall be paid, out of the Consolidated Fund of India, to the States sums equivalent to the distributable Union duties of excise levied and collected in that year and those sums shall be distributed to each of the States specified in column (1) of the Table below in such percentage as is set out in column (2):—

TABLE

State (1)	Percentage (2)
Andhra Pradesh	7.170
Arunachal Pradesh	0.897
Assam	3.810
Bihar	11.028
Goa	0.523
Gujarat	3.183
Haryana	1.099
Himachal Pradesh	1.943
Jammu and Kashmir	3.548
Karnataka	4.104
Kerala	3.087
Madhya Pradesh	7.224
Maharashtra	5.185
Manipur	1.174
Meghalaya	0.891
Mizoram	1.109
Nagaland	1.348
Orissa	5.358
Punjab	1.362
Rajasthan	5.524
Sikkim	0.260
Tamil Nadu	6.379
Tripura	1.556
Uttar Pradesh	15.638
West Bengal	6.600.”

## STATEMENT OF OBJECTS AND REASONS

The Ninth Finance Commission, in its first report dated the 29th July, 1988 recommended for the financial year 1989-90, that—

(i) the States' share in the proceeds of shareable excise duties should be forty-five per cent;

(ii) forty per cent. of the net proceeds of shareable excise duties should be distributed among the States in the percentages recommended by it; and

(iii) the balance of five per cent. of the net proceeds of shareable excise duties should be distributed among the deficit States in the percentages recommended by it.

2. In its second report dated the 18th December, 1989, the Ninth Finance Commission has recommended that a sum equivalent to forty-five per cent. of the annual net proceeds of shareable Union duties of Excise is to be paid to the States. This is a departure from the recommendation made by it in the first report.

3. The Government has accepted the recommendations of the Ninth Finance Commission in its second report for the financial years 1990-95 and consequently decided to implement the same.

4. This Bill is intended to give effect to the aforesaid recommendations of the Commission.

NEW DELHI;

*The 16th April, 1990*

MADHU DANAVATE.

## FINANCIAL MEMORANDUM

Clause 3 of the Bill seeks to substitute section 3 of the Union Duties of Excise (Distribution) Act, 1979. The new section 3 seeks to provide for payment to the States of a part of the net proceeds of the Union duties of excise. It is estimated that the payment to the States shall amount to Rs. 8589.65 crores during the year 1990-91.

2. The Bill does not involve any non-recurring expenditure.

---

SUBHASH C. KASHYAP,  
*Secretary-General.*